Purepoint Uranium Group Inc.
Management's Discussion and Analysis
For the year ended December 31, 2015

The following discussion and analysis is management's assessment of the results and financial condition of Purepoint Uranium Group Inc. ("Purepoint" or the "Company") and should be read in conjunction with the consolidated audited financial statements for the year ended December 31, 2015, together with the related notes contained therein. The Company's most recent filings are available on the SEDAR website. The date of this management's discussion and analysis is April 28, 2016.

The annual financial statements for the years ended December 31, 2015 and 2014 are prepared in accordance with International Financial Reporting Standards ("IFRS").

Forward looking statements

Certain information included in this discussion may constitute forward-looking statements. Forward-looking statements are based on current expectations and various risks and uncertainties. These risks and uncertainties could cause or contribute to actual results that are materially different than those expressed or implied. The Company disclaims any obligation or intention to update or revise any forward-looking statement, whether as a result of new information, future events, or otherwise.

Business of Purepoint

Purepoint maintains a focused objective of locating uranium deposits in the Athabasca Basin in Northern Saskatchewan. Purepoint currently maintains seven properties located in the Athabasca Basin. The Company entered into joint venture agreements and operates one of these projects with Cameco Corporation and AREVA Resources Canada Inc., one of these projects with Cameco Corporation, while the other five projects remain 100% owned. Saskatchewan's Athabasca Basin now provides approximately 25% of the world's uranium production credited primarily to that region's unusually high ore grade deposits.

The 2016 operating plan is discussed under Exploration Activities.

Selected quarterly information

The following selected information is derived from the audited annual and unaudited quarterly consolidated financial statements.

	Quarter ended December 31, 2015	Quarter ended September 30, 2015	Quarter ended June 30, 2015	Quarter ended March 31, 2015	Quarter ended December 31, 2014	Quarter ended September 30, 2014	Quarter ended June 30, 2014	Quarter ended March 31, 2014	Quarter ended December 31, 2013
Total revenues - interest income	$ -	$ -	$ -	$ -	$ 27	$ 187	$ 42	$ 44	$ 47
Net loss	(201,540)	(181,447)	(492,432)	(437,356)	(290,405)	(347,241)	(188,847)	(491,380)	(162,154)
Net loss per share	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)
Total assets	538,114	452,970	728,320	1,353,873	1,370,349	542,383	898,900	1,515,408	2,106,700

Selected annual financial information

The following selected information is derived from the audited financial statements.

	Year Ended December 31		
	2015	**2014**	**2013**
	(dollars)		
Total revenues	-	300	237
Net loss	(1,312,775)	(1,317,873)	(818,673)
Net loss per share – basic and diluted	(0.01)	(0.01)	(0.01)
Total assets	538,114	1,370,349	2,106,700

Results of operations

The Company's operations during the year ended December 31, 2015 produced a net loss of $1,312,775 (2014 - $1,317,873). The primary operational activity continues to be the exploration of the Company's major projects. The expenditures and levels of activity relating to the Company's projects are described in greater detail below following a brief discussion of significant changes in expense line items.

Share based payments in the amount of $300,935 have been recognized during the year ended December 31, 2015 (2014 - $165,583). Share based payments increased by $135,352 as more options were awarded in 2015 than in 2014. Fair value assigned to new grants was expensed in the same period when granted.

Professional fees increased by $105,203 compared to 2014, primarily due to hiring a consulting company to attract foreign investment. Salaries and benefits were comparable to 2014, as there were no fluctuations in the number of employees.

The decrease in general and administration expenses of $3,670 for the year ended December 31, 2015, compared to 2014, is attributable to recovery of some of office rent expenses and reduced insurance costs due to last year's sale of equipment.

The increase in other taxes of $3,327 for the year ended December 31, 2015, compared to 2014, is attributable to a filing of Part XII. 6 tax for the renounced qualifying expenditures spent in 2014 year on 2013 year flow-through shares issuance.

Drill equipment and drill accessories were sold in September 2014 for a proceeds of $65,000, resulting in net loss of $242,300.

Equipment rental and other expense recoveries covers rental of the Company's equipment and premises and recoveries of expenses related mainly to operations of joint projects. For the year ended December 31, 2015 it amounted to $616,429 (2014 – $601,520). Increase is mainly due to increase in joint operations overall, where the company acted as a manager of a project.

Mining properties and exploration expenditures were comparable to 2014 as a result of continuity of joint project operational activities, especially drilling at Hook Lake Property – see Exploration and evaluation expenditures.

Exploration salaries and benefits were comparable to 2014 and for the year ended December 31, 2015 amounted to $334,454 (2014 – $323,969).

Exploration and evaluation expenditures

The Company incurred $819,124 and $824,994 in exploration and evaluation expenditures on its properties during the years ended December 31, 2015 and 2014, as follows:

	2015	2014
Red Willow Property	$ -	$ 34,119
Hook Lake Property	819,039	691,586
Smart Lake Property	85	85
Umfreville Lake Property	-	99,204
Forsythe Lake Property	-	-
McArthur East Property	-	-

During 2015, the Company carried out the following significant activities:

HOOK LAKE PROJECT - JOINT VENTURE WITH CAMECO AND AREVA

The Company entered into a definitive joint venture agreement with Cameco Corporation and AREVA Resources Canada Inc. for the ongoing exploration of the Hook Lake uranium project in the Athabasca Basin pursuant to its option agreement with Cameco announced February 7, 2007.

Key features:

- By spending $3,350,000 on exploration since 2007, Purepoint has acquired a 21% interest in the Hook Lake project;
- The remaining 79% of the project is owned by Cameco Corporation (39.5%) and AREVA Resources Canada Inc. (39.5%);
- Purepoint is operating the project on behalf of the Joint Venture and its partners Cameco Corporation and AREVA Resources Canada Inc.

The Hook Lake Project consists of nine claims totaling 28,598 hectares and is situated in the southwestern Athabasca Basin approximately 80 kilometers southeast of the former Cluff Lake mine. The depth to the Athabasca unconformity is very shallow, ranging from zero to 350 metres. Three prospective "corridors" have been identified on the property, each corridor being comprised of multiple EM conductors that have been confirmed by drilling to be the results of graphitic metasediments that intersect the Athabasca unconformity.

Current exploration is targeting the Patterson Lake Corridor, an emerging, world class uranium district that is attracting significant exploration investment. The Patterson Lake corridor is the same conductive trend along which the Fission Uranium Corp has been expanding their high-grade uranium discovery. Within the Hook Lake project, the Patterson Corridor displays geophysical evidence of a complex structural history and, where drill tested, the conductors have shown favourable signs of alteration and structural disruption.

2015 HOOK LAKE WINTER DRILL PROGRAM

On March 31, 2015 the Company announced preliminary results from the 2015 Hook Lake winter drill program with the highlight that drill hole HK15-27 hit 12.90% U3O8 over 0.4 metres within 2.23% U3O8 over 2.8 metres near Patterson Lake, SK. The new high-grade uranium intercept by hole HK15-27 is located 240 metres along strike (northeast) and 180 metres down dip of the 2014 Spitfire Discovery (press release dated March 10, 2014). Uranium mineralization is controlled by a semi-brittle structure that is coincident with the upper contact of a thick, strongly sheared Graphitic-pyritic Pelitic Gneiss unit. Follow-up drill hole HK15-33, collared 35 metres west of HK15-27, was the last hole of the season and intersected 0.18% U3O8 over 6.8 metres.

Highlights:

- High-grade uranium mineralization has been discovered 240 metres northeast of the Spitfire discovery approximately 390 metres below surface;
- Hole HK15-27 intersected 2.23% U3O8 over 2.8 metres from the upper contact of a graphitic unit (depth of 390 metres) and contains 20 centimetres of semi-massive pitchblende;
- Hole HK15-33 intersected 0.18% U3O8 over 6.8 metres from the upper contact of a graphitic unit (depth of 335 metres);
- Hole HK15-25 intersected 0.10% U3O8 over 4.3 metres (depth of 310 metres) and an additional interval of 0.13% U3O8 over 1.2 metres (depth of 255 metres);

Fifteen diamond drill holes were completed and two abandoned during the 2015 winter drill program with a total of 7,437 metres being drilled. Eight of the fifteen drill holes completed during 2015 were drilled northeast of the 2014 Spitfire discovery area along strike.

2016 Winter Drilling Program at Hook Lake

On November 17, 2015 the Company announced that the Hook Lake Joint Venture Partners have approved their exploration plans and budget for the 2016 year. Current exploration is targeting the Patterson Lake Corridor, the same conductive trend which not only hosts Fission's Triple R deposit, but as well the Arrow Discovery by NexGen Energy Ltd. and the Company's own Spitfire Discovery.

Highlights from the press release:

1. An exploration program and budget has been approved by the Hook Lake JV Partners (AREVA Resources Canada Inc. and Cameco Corp.) that includes two drills and approximately 6,000 metres of drilling this coming winter;
2. At the Spitfire Zone, a high priority exploration target will be the 300 metres of untested ground between HK15-27 (12.9% U3O8 over 0.4 metres within 2.23% U3O8 over 2.8 metres) and HK14-09 (1.1% U3O8 over 0.5 metres within 0.3% U3O8 over 6.2m);
3. True thickness of the mineralization is expected to be 75 to 85% of the intersection lengths;
4. Spitfire high-grade mineralization remains open in most directions while the mineralized trend remains relatively untested for an additional eight kilometers to the northeast; and
5. Boron enrichment is consistently associated with the Spitfire mineralized intercepts and has an open trend towards the northeast.

Liquidity and capital resources

At December 31, 2015, the Company had a working capital surplus of $367,771, compared to a surplus of $1,191,928 as at December 31, 2014. The decrease is attributed to increase in joint project operational activities, especially drilling at Hook Lake Property.

The Company's sources of capital at present consist of cash on hand, exercise of options, a sale of assets, joint venture financings and public equity raise. Assuming that ongoing capital raise, operations and exploration activity are consistent with recent activity levels management believes that cash on hand is adequate to fund ongoing operations through the next year. In order to meet future expenditures and cover administrative costs, the Company will need to raise additional financing. Although the Company has been successful in raising funds to date there can be no assurance that adequate funding will be available in the future.

Contractual commitments

Operating leases:

Minimum payments due under operating leases in respect of office space are set out below:

2016 -	$ 33,378
2017 -	Nil

Critical accounting estimates

The preparation of the consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial consolidated statements and reported amounts of expenses during the reporting period. Actual outcomes could differ from these estimates. The consolidated financial statements include estimates which, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the consolidated financial statements, and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and the revision affects both current and future periods.

Off-balance sheet arrangements

The Company had no off balance sheet arrangements as at December 31, 2015 or December 31, 2014.

Financial instruments and other instruments

The Company had no financial instruments other than accounts receivable, receivable from project and accounts payable and accrued liabilities as at December 31, 2015 and December 31, 2014.

Outstanding share data

Common Shares:

The Company has authorized an unlimited number of common shares, with no par value, of which 171,992,902 shares are issued and outstanding as of the date hereof.

Share Purchase Warrants:
As of the date hereof, 41,444,964 share purchase warrants (including finder's compensation warrants) were outstanding.

Employee Stock Options:

As of date hereof, 11,960,000 options were outstanding under the Company's stock option plan for employees, directors, officers and consultants of the Company.

On April 27, 2015 the Company granted 5,910,000 stock options at an exercise price of $0.06 per option, vesting immediately.

On January 30, 2014 the Company granted 2,510,000 stock options at an exercise price of $0.075 per option, vesting immediately.

On April 24, 2013 the Company granted 1,940,000 stock options at an exercise price of $0.10 per option, vesting immediately. Pursuant to the transitional provisions of a bulletin issued by the TSX Venture Exchange ("The Exchange") on August 14, 2013, the minimum acceptable exercise price for options granted between January 1, 2013 and August 14, 2013 may be retroactively reduced from $0.10 to $0.05 subject to certain conditions. Accordingly, the Company has applied and received approval from the Exchange pursuant to the transitional provisions for reducing the exercise price of all of its incentive stock options granted on April 24, 2013 from $0.10 to $0.07.

Related party transactions

The remuneration of key management of the Company for 2015 and 2014 was as follows:

	2015	2014
Aggregate compensation	$ 588,246	$ 360,228
Share-based payments	$ 292,788	$ 155,228

The Company did not enter into any other significant related party transactions during the year.

Fourth quarter

Private placement

On December 31, 2015 the Company completed the private placement where the Company issued 6,801.000 flow-through units at a price of $0.03 per unit for gross proceeds of $204,030. Each flow-through unit consists of one common share in the capital of the Company issued on a "flow through" basis pursuant to the Income Tax Act (Canada) and one common share purchase warrant. Each warrant entitles its holder to purchase one common share in the capital of the Company at an exercise price of $0.05 per share for a period of 24 months from the date of issuance. In connection with the closing of the private placement, the Company paid finder's fees consisting of $13,862 (plus applicable taxes) in cash and issued 366,060 non-transferable compensation warrants to certain finder. Each compensation warrant entitles its holder to purchase one common share in the capital of the Company at an exercise price of $0.05 per share for a period of 24 months after the closing date. All securities issued in connection with the private placement are subject to a four-month hold period pursuant to the applicable securities laws with an expiry date of May 1, 2016.

The Company incurred cash costs of $27,299 and non-cash compensation warrants valued at $8,419. The proceeds have been prorated to common shares and warrants based on the relative fair value of each component, with $70,080 being allocated to warrants. The Black-Scholes option pricing model was used to determine the fair value of the warrants and the compensation warrants using the following assumptions: expected dividend yield – nil; expected volatility – 149%; risk free interest rate – 1.10%; and an expected life of 2 years.

The net proceeds of this private placement will be used to further advance the Company's uranium exploration projects in Saskatchewan. Canadian exploration expenses incurred using the proceeds of the private placements will be renounced to the purchasers of the flow-through common shares in accordance with applicable law.

Subsequent event

Private placement

On April 15, 2016, the Company closed the first tranche of a non-brokered private placement financing for gross proceeds of $611,250. The Company issued 7,733,333 common share units at a price of $0.075 per unit and 367,648 flow-through units at a price of $0.085 per unit. Each common share unit comprises one common share and one common share purchase warrant. Each flow-through unit comprises one common share of the Company issued on a "flow-through" basis pursuant to the Income Tax Act (Canada) and one common share purchase warrant. Each warrant entitles its holder to purchase one common share at an exercise price of $0.10 per share for a period of 36 months. The closing of the private placement is subject to final acceptance by the TSX Venture Exchange.

In connection with the closing of the private placement, the Company paid finders' fees of $14,087.50 in cash and issued 185,500 non-transferrable compensation warrants. Each compensation warrant entitles the holder to purchase one common share of the Company at a price of $0.10 per share for a period of 36 months.

On April 28, 2016, the Company closed the second tranche of the non-brokered private placement for gross proceeds of $1,139,800. The Company issued 10,984,000 common share units at a price of $0.075 per unit and 3,717,650 flow-through units at a price of $0.085 per unit. Each common share unit consists of one common share in the capital of the Company and one common share purchase warrant. Each flow-through unit consists of one common share in the capital of the Company issued on a "flow-through" basis pursuant to the *Income Tax Act* (Canada) and one common share purchase warrant. Each warrant entitles its holder to purchase one common share in the capital of the Company at an exercise price of $0.10 per share for a period of 36 months from the date of issuance. The closing is subject to final acceptance by the TSX Venture Exchange of the private placement.

In connection with the closing of the private placement, the Company paid finders' fees consisting of $23,488.50 in cash and 303,380 non-transferable compensation warrants. Each compensation warrant entitles its holder to purchase one common share in the capital of the Company at an exercise price of $0.10 per share for a period of 36 months after the closing date.

All securities issued in connection with the second tranche closing of the private placement are subject to a four-month hold period pursuant to the applicable securities laws with an expiry date of August 29, 2016.

Proposed transactions

Management periodically enters into informal discussions with prospective business partners in the normal course of business. However, management does not believe that any of these discussions constitute proposed transactions for the purpose of this report.

Other matters

Risk Factors

Each of Purepoint's uranium properties is at a grassroots stage of exploration and development. Further development of Purepoint's current properties is contingent upon obtaining satisfactory exploration results. Mineral exploration and development involves substantial expenses and a high degree of risk, which even a combination of experience, knowledge and careful evaluation may not be able to adequately mitigate.

Signed: Chris Frostad	*Signed: Ram Ramachandran*
Chris Frostad President & Chief Executive Officer	Ram Ramachandran Chief Financial Officer